

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 172 - SB 325

February 26, 2015

SUMMARY OF BILL: Defines Nonprofit Organization, as it pertains to the Tennessee Charitable Gaming Implementation Law, to include 501 (c)(19) organizations, in addition to 501(c)(3) organizations. Authorizes a qualified 501(c)(19) organization to operate an annual gaming event, provided the qualified 501(c)(19) organization submits an application to the Department of State by April 1 each year. Requires the Department of State to submit to the Clerks of the Senate and House of Representatives an omnibus list identifying any organizations approved for such an annual event pursuant to this bill. Makes other technical corrections.

ESTIMATED FISCAL IMPACT:

Increase State Revenue – \$22,200/Charitable Solicitations Fund

Assumptions:

- The Department of State indicates that there are currently 368 501(c)(19) organizations in Tennessee, all of which would be eligible to apply for a charitable gaming event. This number is assumed to remain constant into perpetuity.
- Based on information provided by the Department of State, it is estimated that ten percent of such organizations, or 37, will submit applications for events each year.
- The Department of State confirms a charitable gaming event application fee of \$600.
- Gaming event application fee revenue is deposited to the Charitable Solicitations Fund.
- The recurring increase in state revenue to the Charitable Solicitations Fund is estimated to be \$22,200 (37 x \$600).
- The department confirms any additional increase in application filings can be processed within existing resources without an increased appropriation or a reduced reversion.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "Jeffrey L. Spalding".

Jeffrey L. Spalding, Executive Director

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